

GORDON
ARATA
McCOLLAM
DUPLANTIS
&
EAGAN LLP

ATTORNEYS AT LAW

B. J. Duplantis
bduplantis@gordonarata.com

P.O. Box 81829 (Zip 70598-1829)
400 East Kaliste Saloom Road, Suite 4200
Lafayette, Louisiana 70508-8517
(337) 237-0132 • Fax (337) 237-3451
www.gordonarata.com

January 3, 2006

Ref: 4417-24054

Honorable James H. Welsh
Commissioner of Conservation
Post Office Box 94275
Baton Rouge, LA 70804-4275

Re: Hearing Application
Marg Howei-Camerina Zone, Reservoir A
NORTH CHALKLEY FIELD
Calcasieu Parish, Louisiana
Applicant: R. Lacy, Inc.

Dear Mr. Commissioner:

In accordance with the Rules of Procedure for Conducting Hearings Before the Commissioner of Conservation of the State of Louisiana, application is hereby made on behalf of **R. Lacy, Inc.** for the calling of a public hearing, after legal notice, to consider evidence relative to the issuance of an order pertaining to the following matters relating to the Marg Howei-Camerina Zone, Reservoir A, North Chalkley Field, Calcasieu Parish, Louisiana.

1. To create a single drilling and production unit of approximately 145 acres for the Marg Howei-Camerina Zone, Reservoir A, designated as the MARG H-CAM RA SUA, North Chalkley Field, Calcasieu Parish, Louisiana, all as shown more particularly on the attached plat;
2. To establish rules and regulations governing the exploration for and production of gas and condensate from the said unit;
3. To force pool and integrate all separately owned tracts, mineral leases and other property interests within the unit so created, with each tract sharing in unit production on a surface acreage basis of participation;
4. To consider such other matters relating to the subject reservoir as may be appropriate and justified by the evidence presented at the public hearing.

The Marg Howei-Camerina Zone, Reservoir A in the North Chalkley Field is hereby defined as being that gas and condensate bearing zone encountered between the measured depths of 10,215 feet and 11,030 feet (electrical log measurements) in E. L. Cox-Stanton No. 1 Well, located in Section 32, Township 11 South, Range 6 West, Calcasieu Parish, Louisiana.

201 St. Charles Avenue, 40th Floor • New Orleans, Louisiana 70170-4000 • (504) 582-1111 • Fax (504) 582-1121
One American Place • 301 Main Street, Suite 1600 • Baton Rouge, Louisiana 70825 • (225) 381-9643 • Fax (225) 336-9763
2200 West Loop South, Suite 1050 • Houston, Texas 77027 • (713) 333-5500 • Fax (713) 333-5501

Hon. James H. Welsh
January 3, 2006
Page 2-

In accordance with the Rules of Procedure for Conducting Hearings Before the Commissioner of Conservation of the State of Louisiana, the Commissioner of Conservation, the District Manager of the Lafayette District of the Office of Conservation and all interested owners, represented parties and interested parties known to the applicant after a reasonable search were notified in writing in the pre-application notice dated December 22, 2005 that a conference to discuss the proposed application was tentatively scheduled for 10:00 a.m. on Thursday, January 12, 2006. It was stated at that time that this conference would be held only if a request to confer were received by the undersigned within ten (10) calendar days after the date of the pre-application notice. No requests for a conference were received either in writing or by telephone and, in accordance with the Rules of Procedure, the tentatively scheduled conference **WILL NOT BE HELD**.

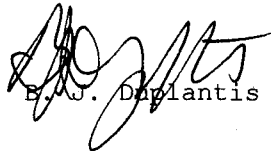
Attached hereto and made a part hereof is a plat outlining the MARG H-CAM RA SUA, Calcasieu Parish, Louisiana, and a list of the names and addresses of the interested owners, represented parties and interested parties to whom this notice is being sent. It is hereby certified that a reasonable effort was made to ascertain the names and addresses of all interested owners, represented parties and interested parties.

A copy of the list of the names and addresses of the interested owners, represented parties and interested parties is not being mailed to those parties along with this hearing application. Should any such party desire a copy of this list, however, we will be glad to provide one upon request.

Any pertinent data relating to the proposed units can be obtained, AT THE COST OF THE REQUESTING PARTY, from Mr. David Comeaux of Leon Comeaux & Associates, P. O. Box 53922, Lafayette, LA 70508 (337) 233-9839.

Finally, there is enclosed herewith our check on behalf of the applicant in the amount of \$755.00, made payable to the Office of Conservation, representing the required hearing application fee.

Very truly yours,



B. J. DuPlantis

BJD/ht
Attachments
cc: Mr. Richard Hudson, District Manager
Office of Conservation

All Interested Owners, Represented Parties and
Interested Parties

R 6 W

CALCASIEU PH.
JEFFERSON DAVIS PH.

Sun Stanton
1A
12147'

30

Cockrell
Holland
11400'

Ballard
Holland
12310' MD
11684' VD

Imperial
Holland
11675'

Sun
Holland
11994'

29

Sun
Stanton
2A
11482'

Pan Am
Stanton
12280'

TXO
Stanton
12000'

Sun
Stanton
12649'

Floyd Holland, et al

**MARG H-CAM RA SUA
(UNDRILLED)
± 145 ACRES**

E. L. Cox
Stanton
11860'

Sally Stanton Crawford, et al

Lynal
Richard
8535'

Lynal
Richard
8620'

Dezere Miller Richard, et al

Sun
Miller
12900'

Sun
Miller Fruge
7
12400'

T
11
S

Sun
Miller
10265'

Dezere Miller Richard, et al

31

Apache
Richard
11715'

Ballard
Richard
5516'

Forman
Miller
10425'
Frige
10100'

Sun
Miller-Fruge
12360'

Damson
Rostee
10344'

Dezere Miller Richard, et al

Damson
Rostee
8400'

Humble
8634'

Dezere Miller
Richard, et al

CALCASIEU PH.
CAMERON PH.

EXHIBIT NO. DOCKET NO.

R. LACY INC.

NORTH CHALKLEY FIELD
CALCASIEU & JEFFERSON DAVIS PARISHES, LOUISIANA

PROPOSED UNIT
MARG HOWEI-CAMERINA ZONE
Geology by: David Comeaux

0 1000' 2000'

Shell

DATE:
LEON E. COMEAUX & ASSOC. GEOLOGISTS

GEOLOGICALLY SIGNIFICANT WELL

Trust under the Will of James W. Gardiner, et al

Sweet Lake
Land & Oil

6

5